indigenous inputs and relatively lower productivity.

(b) The price of indigenously built ships for civilian use are fixed on the basis of International Parity Price (IPP). This is arrived at by striking the average of the valuations received from reputed foreign ship valuers in three or four leading shipbuilding countries. To this **IPP** 10% is added for import-substitution, payable by the shipowners. Also Govt, provides to shipyards 20% of **IPP** as subsidy. The extent of subsidy now made available to the shipyards is inadequate to meet the cost-price gap.

(c) Yes, Sir. The present interest bur den which CSL has to bear on loans provided by Government, is aboutRs. 12 crores per annum. The effective rate of interest on various types of loans are as follows :

Rate of effective interest per annum

I.	Loans for construction of Cochin Shipyard Project	4Vi%
2.	Working capital loans	!2.5% to 13%
3.	Ways and means loans	17%
4.	7th Plan loans (loans for developmental schemes)	12.5% to 15%

(d) Yes, Sir. The proposals made by CSL include revision of pricing formula, restructuring of capital base by converting loans into equity, interest holiday and
[1] moratorium on all loans upto 31.3.89, reimbursement of cash losses, treating shipbuilding industry, as an export industry, exemption from sales tax etc. These proposals are being considered by Government.

1489. *Transferred to the Uth March*, 1989].

Reconstitution of Board of Directors of ITDC

1490. SHRL V. GOPALSAMY: Will the Minister of CIVIL AVIATION AND TOURISM be pleased to state.

(a) whether a Managing Director has been appointed in ITDC; if so, when and for how long, stating the terms of his appointment;

(b) whether the Board of Directors of ITDC has been constituted; if so, what are the names of members of the Board and their term; and

(c) if not, what steps are being taken by Government to constitute the said Board?

THE MINISTER OF STATE OF THE MINISTRY OF CIVIL AVIATION AND TOURISM (SHRI SHIVRAJ PAUL): (a) A CMD has been appointed in the ITDC *w.e.f.* 31.10.1988 upto July 23. 1990. The terms of his appointment are indicated in statement. *(See* below)

(b) and (c) The Board of Directors of ITDC, as at present, is as under :—

(1) Shri R. K. Lakshman, Chairman-cum-Managing Director.

(2) Shri B. K. Goswami, Director General of Tourism & *ex-officio* Additional Secretary to the Government of India.

(3) Shri S. Krishnamoorthy Joint Secretary, (Finance) Ministry of Civil Aviation & Tourism

Official Directors.

Appointment of non-official Directors is under process.

Statement

1. *Period of appointment:*
The appointment will be from the date of assumption of charge up to 23rd July, 1990. The appointment will be terminable by either side on three months' notice, in writing, or with salary in lieu thereof, without assigning any reason.

2. *Pay:*
The scale of pay will be Rs. 4,000—4,500 in Schedule 'B' scale of pay of public sector enterprises.

3. *T.A.*.
T. A. & D. A. will be paid by ITDC for journeys performed in connection with the Corporation's work, as admissible under their rules.

4. *Medical facilities:*
As admissible under the rules of the Corporation.

5. C&MD will be governed by the ITDC Conduct, Discipline and Appeal Rules subject to such modifications as will be necessitated by the fact that the appointing authority in his case is the President.

6. *Transport*
ITDC will provide a car subject to the conditions laid down in the Ministry of Finance's OM No. F. 2(18)/PC/64 dated 20.11.1964, as amemded from time to time.

7. *Accomodation:*
The Corporation may arrange to provide residential accommodation for him. If the accommodation is hired, the monthly rental will be within the stipulation made in the Ministry of Finance's OM No 2(242)/68-BPE (GM) dated 6-9-1968 as amended from time to time.

Failing the prvision of residential accommodation by ITDC, House Rent Allowance wil\ be paid,- as admissible under the rules of the Corporation.

8. *Leave:*
ITDC's leave Rules will be applicable.

Development of Railway Stations as Model Stations

1491. SHRI V. GOPALSAMY: Will the Minister of RAILWAYS be pleased to state :

(a) whether the Railways have decided to develop some of the Railway Stations as Model ones; if so, what are their names;

(b) what is the estimated cost to develop each of them as model station;

(c) the funds allotted for the purpose to each of these stations during the last year and out of it how much has been spent so far; and

(d) by when the whole project is likely to be completed?

THE DEPUTY MINISTER IN THE MINISTRY OF RAILWAYS (SHRI MAHABIR PRASAD) : (a) to (c) 67 stations have been selected for being developed as Model Stations on the Railways. The details of the estimated cost, funds allotted during 1987-88 and expenditure incurred upto the end of March 1988, for each of these model stations, are indicated in the statement attached. *[See* Appendix CXLIX, Annexure No. 80 B]

(d) Works are in progress at all the stations, commensurate with the availability of funds, and are likely to be completed by the middle of the Eighth Plan.